

STATEMENT OF PROCEEDINGS FOR THE SPECIAL MEETING OF THE LOS ANGELES COUNTY COMMISSION ON INSURANCE KENNETH HAHN HALL OF ADMINISTRATION 500 WEST TEMPLE STREET, ROOM 830 LOS ANGELES, CALIFORNIA 90012 http://lacic.org

Friday, June 28, 2013 1:00 PM

AUDIO LINK FOR THE ENTIRE MEETING. (13-3290)

<u>Attachments:</u> <u>AUDIO</u>

Present: Chairman Scott Svonkin, Vice Chair Eric Bauman, Commissioner

Bob Blake, Commissioner Kathy Crooymans, Commissioner

Helene Lohr and Commissioner Luther Nash

Absent: Commissioner Barry Binder, Commissioner Daniel Falcon,

Commissioner Patricia Torres and Commissioner Steve Vicencia

I. ADMINISTRATIVE MATTERS

1. Call to Order. (13-2906)

The meeting was called to order by Chairperson Svonkin at 1:11 p.m.

2. Approval of the February 14, 2013 meeting minutes. (13-2907)

On motion of Commissioner Lohr, seconded by Commissioner Crooymans, this item was approved.

Attachments: SUPPORTING DOCUMENT

II. PRESENTATION

3. Presentation by State Insurance Commissioner Dave Jones on his goals and accomplishments. (13-2924)

Chairperson Svonkin thanked California State Insurance Commissioner Dave Jones for his presence and shared the goals and accomplishments of the Commission.

State Commissioner Dave Jones expressed his gratitude for being

invited and shared the following as some of the benefits received by individuals living in California under the Affordable Care Act:

- Parents can provide insurance coverage for children up to the age 26
- Elimination of co-payments for preventative services
- Elimination of gender rating

State Commissioner Jones explained that the Affordable Care Act also has assisted with regards to rate increases by directing State Insurance Commissioners to review rate increases and determine if patterns reflect excessive or unjustified increases and make recommendations to the State Health Benefit Exchange.

State Commissioner Jones expressed concerns about Covered California counselors not being sufficiently trained and emphasized the lack of a complaint system and an investigative function at Covered California.

State Commissioner Jones responded to questions posed by the Commissioners with regard to functions executed by the Department of Insurance versus the Covered California.

State Commissioner Jones continued by speaking about the passage of Senate Bill 863, praised Governor Brown's Administration for the implementation of the regulations and provided a brief overview of his agenda with regard to Workers' Compensation rates. Commissioner Jones expects some moderation in some of the premium increases.

State Commissioner Jones reported that his department now supports the National Association of Registered Agents and Brokers (NARAB) with regard to the Federal Legislation that would make it easier for insurance producers who want to have multiple State licenses.

State Commissioner Jones reported that rates are expected to increase for those at 400% above poverty level and although no legislation is present at this time, regulations are needed.

After the presentation, discussion ensued between the Commission and State Commissioner Jones prior to his departure.

III. REPORTS/DISCUSSIONS

4. Chairman's Report. (13-2957)

Chairperson Svonkin reported that the sunset review for the Commission has been approved.

5. Discussion on the 2013 Fire Preparedness Press Conference. (13-2955)

Chairperson Svonkin reported that the date, time and location of the upcoming Fire Preparedness Press Conference will be determined upon the availability of the Board of Supervisor's Chairman, Mark Ridley-Thomas, serving the Second Supervisorial District; the California State Insurance Commissioners' Office, Dave Jones and the Los Angeles County Fire Department are prepared to assist with this event.

6. Discussion on future agenda items. (13-2956)

Chairperson Svonkin requested that a Resolution to Fraud be discussed at the next meeting.

IV. MISCELLANEOUS

7. Matters not on posted agenda, to be discussed and (if requested) placed on the agenda for action at a future meeting of the Committee, or matters requiring immediate action because of an emergency situation or where the need to take action arose subsequent to the posting of the agenda. (13-2908)

There were none.

8. Opportunity for members of the public to address the Commission on items of interest that are within the jurisdiction of the Commission. (13-2910)

No members of the public addressed the Commission.

9. Adjournment for the meeting of June 28, 2013. (13-2911)

The meeting was adjourned by Chairman Svonkin at 2:08 p.m.